

August 22, 2007

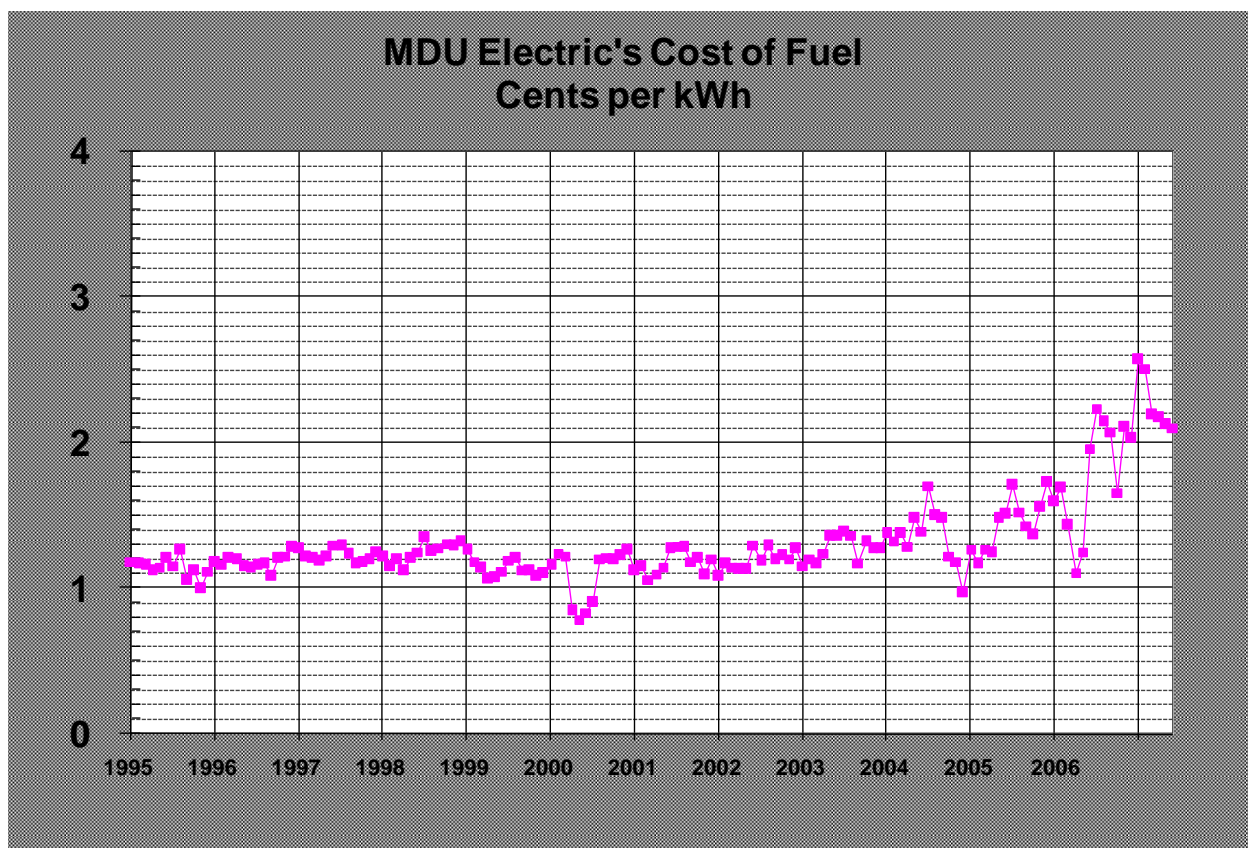
**Montana-Dakota Utilities Co., A Division of  
MDU Resources Group, Inc.  
August 2008  
Fuel Cost Adjustment**

**Case No. PU-07-530**

MDU decreased its electric fuel cost adjustment by 0.020 cents per kWh from 0.821 cents per kWh. The resulting fuel cost adjustment for August is 0.801 cents per kWh.

Combining MDU's Fuel Cost Adjustment with its 1.303 cents per kWh base cost of fuel already included in base tariff rates brings MDU's total average cost of fuel and purchased energy for billing during August to 2.104 cents per kWh as shown on the graph below.

As a result of this change, the electric bill for a typical MDU residential customer consuming 750 kWh per month will decrease by \$0.15 for bills rendered in the month of August.



JRL